

Presented by:  
Pat Pitney, VC Administrative Services

# FY14-FY16 Budget Conditions

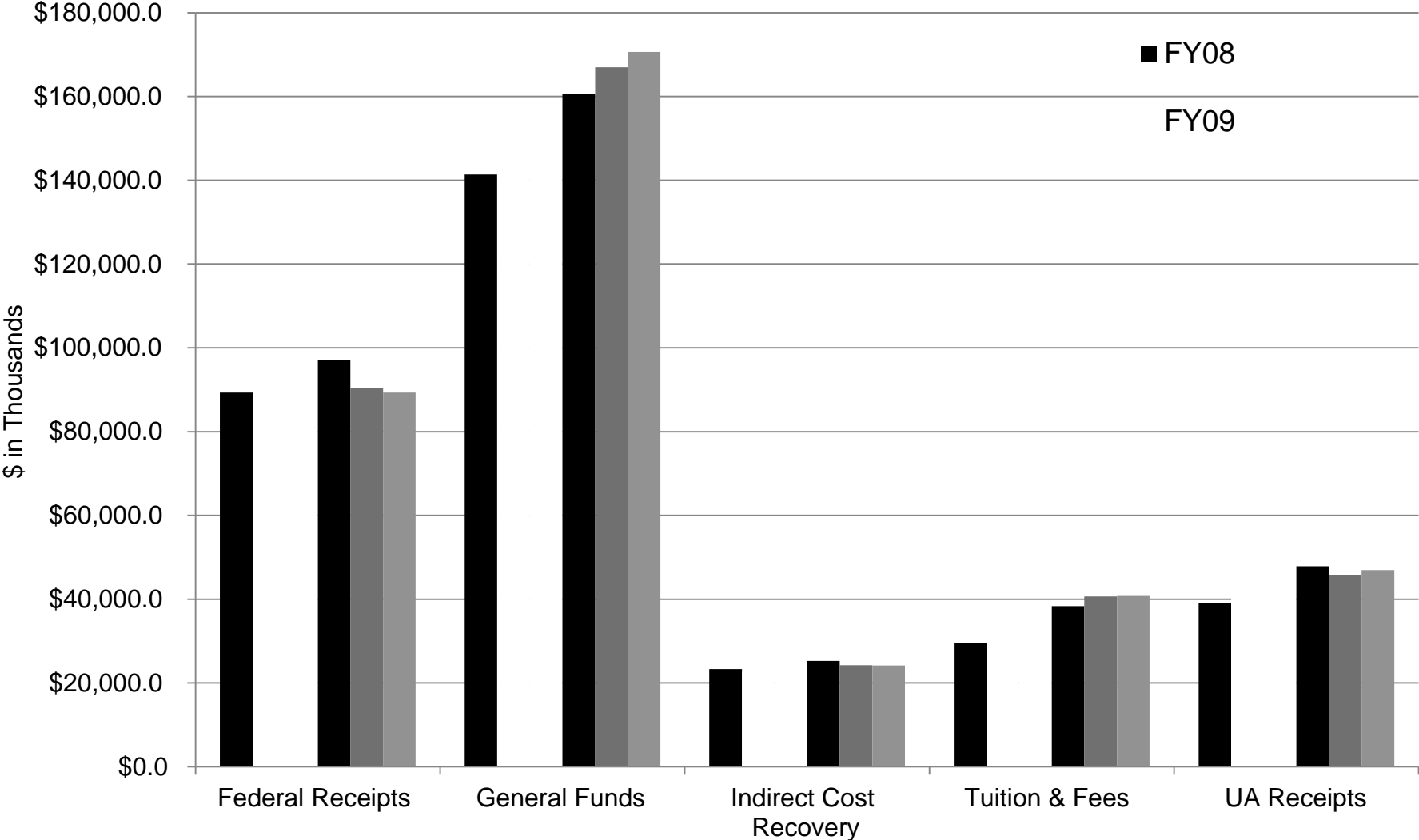
- Federal environment
  - Sequestration
- State environment
  - Oil Dependence
  - Demographics
- Board of Regents & Strategic Direction Initiatives (SDI)
- State funding process
- UAF relative to peer institutions
- UAF's budget allocation and reallocation/strategic investment processes – P&BC, cabinet, Chancellor
- UAF's school/college/institute/division impact

# FY14 Projections

- 2% tuition rate increase
- Flat enrollment
- Federal funding nearly flat or slight decline
- ICR proportional to Federal changes
- \$2.5M utilities fixed cost increase
  - Fuel prices, ash hauling, debt service, etc.
- Salary & benefit cost increases (3 %)

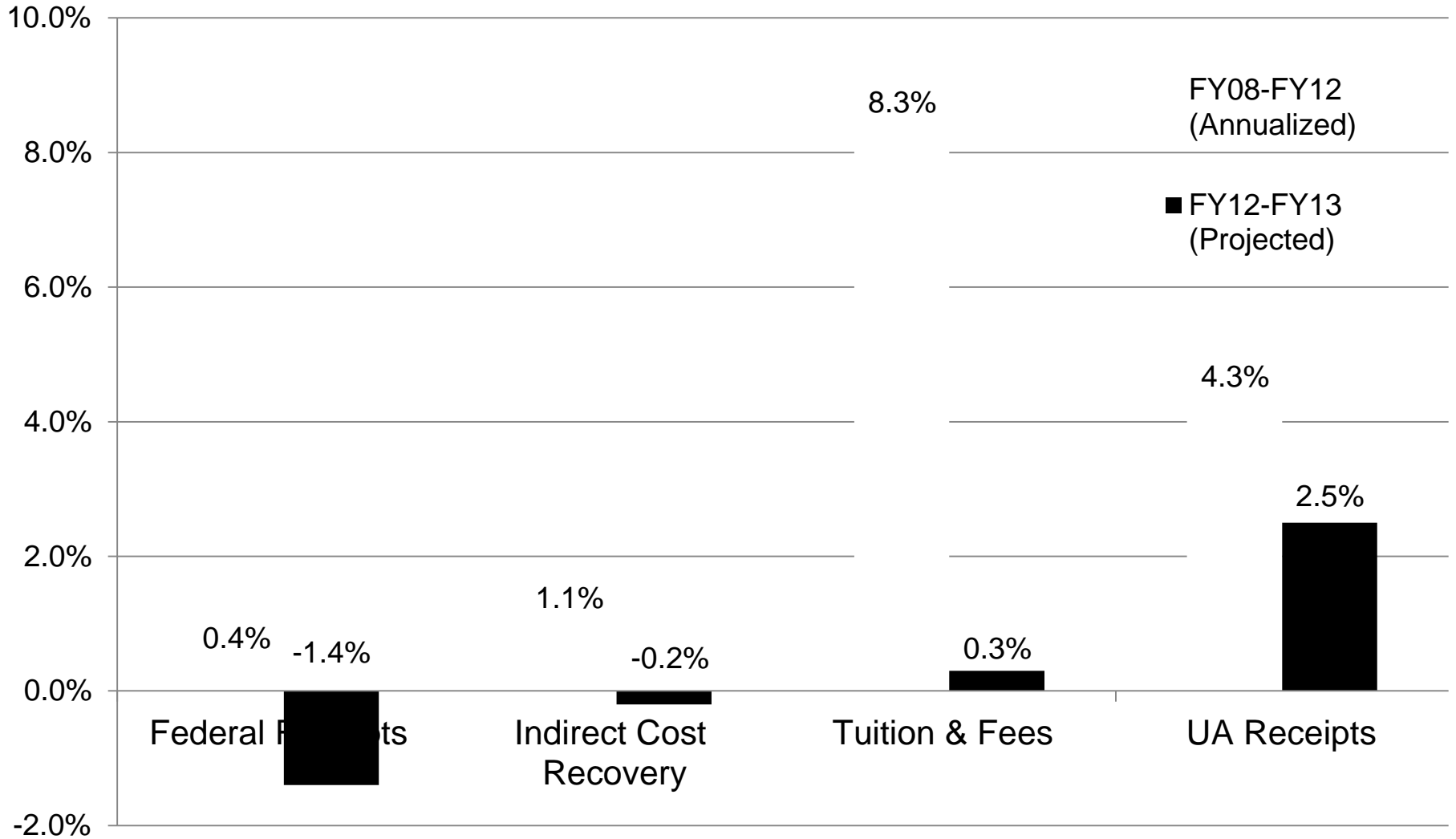
# Annual Revenue Growth Rate

## FY08-FY12 Annual Change & FY13 Projected Growth



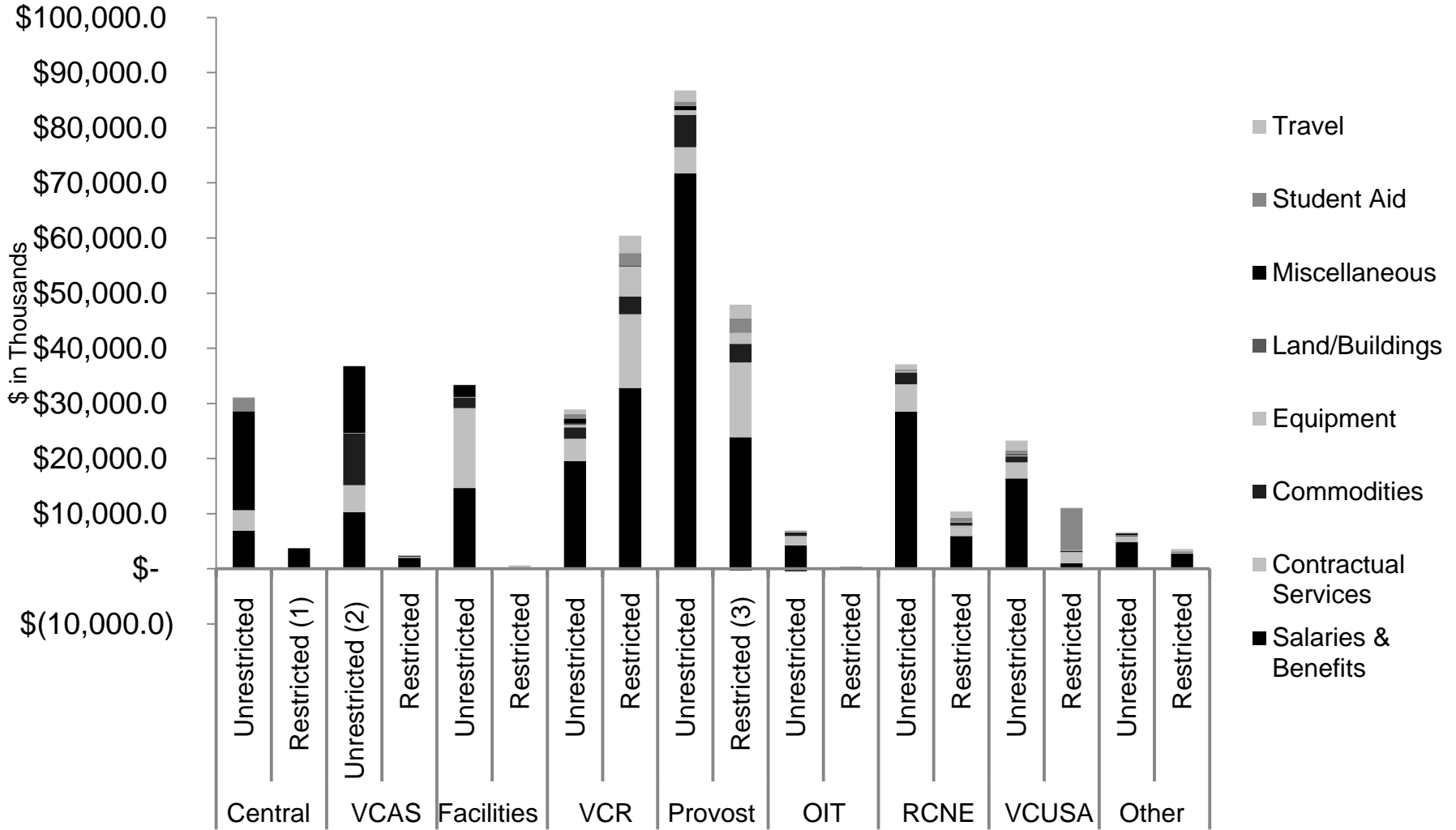
# UAF Earned Revenue

FY08-FY12 Annualized Compared to Projected FY12 -FY13 Change



# Expenditures by Unit (FY12 Actuals)

## Restricted vs. Unrestricted



(1) Central Restricted includes a \$3,741.3 outlay to support student aid.

(2) VCAS Unrestricted includes a \$12,587.1 outlay as a utility payment(s) reflected in miscellaneous.



# UAF FY14 Program Requests

(pending Governor's signature)

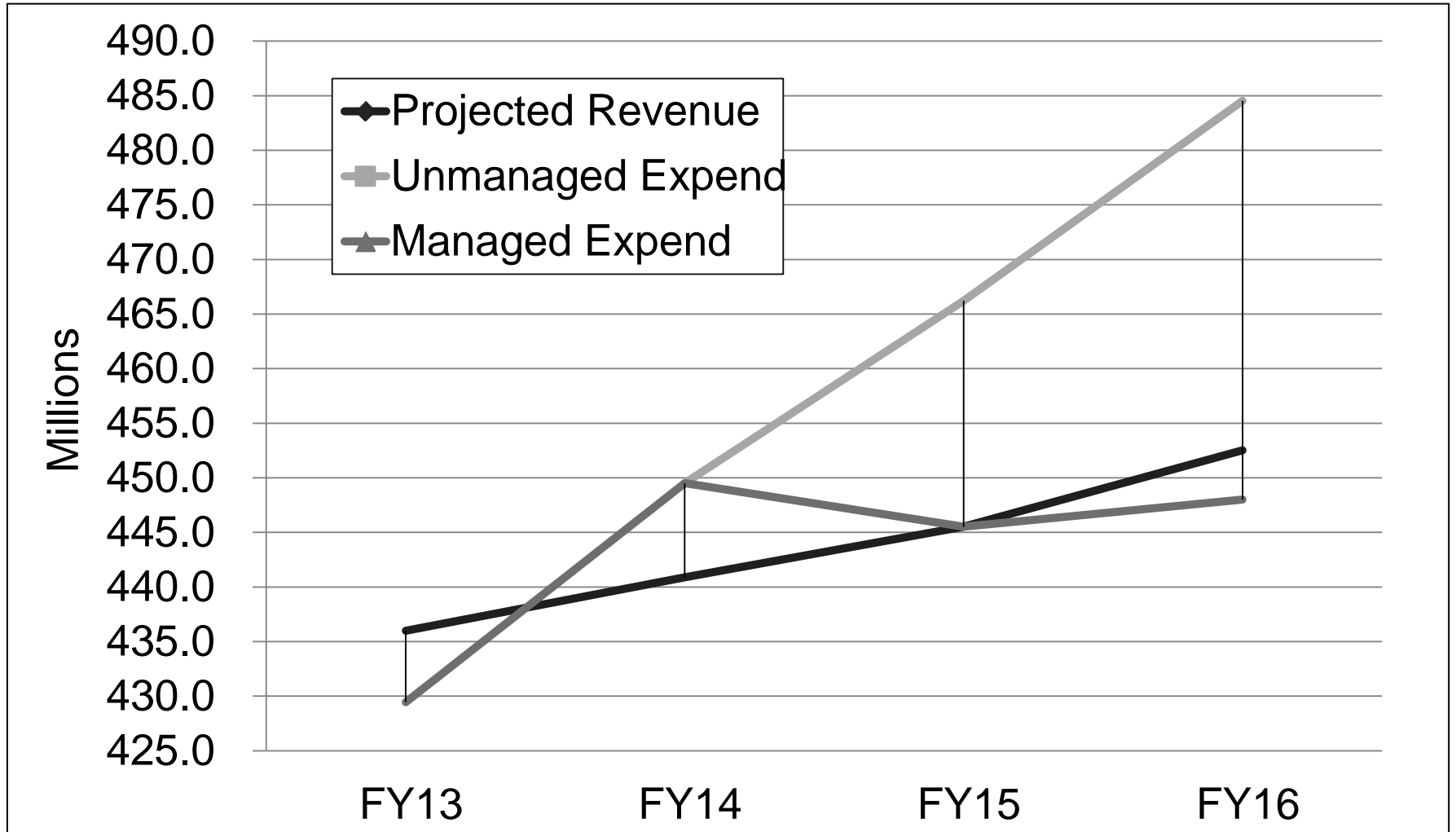
Total NEW Program Funds \$625K (GF)

- Comprehensive advising for community campuses - \$120K
- Enhancing E-Learning - \$250K
- Nursing faculty at Bristol Bay - \$55K
- UA Press - \$200K





# Managing the Gap



# Active Management Solutions

- Delay employee hires for 90 days to maximize vacancy savings (\$3.0M)
- Reduce off-campus lease obligations (\$0.3M)
- Reduce expenses via energy management (\$0.5M)
- Identify specific reductions to programs & services (\$1.5-

# Vacancy Management

- UAF's FY13 total authorized positions 2,639
  - 295 vacant & 219 reserved (March 2013)
- Each VC/Provost must scrutinize re-hires to effectively impact FY15 base salary costs
- 90 day wait on rehiring regular or term staff & executive positions
  - Faculty & restricted funded positions exempt
- 1<sup>st</sup> 60 days salary savings—central pool
- If rehire is internal, 1<sup>st</sup> 45 days—central pool

# What Faculty, Staff & Leadership Can Do...

- Streamline existing processes & look for service partners
  - Travel, OIT, PPAs, etc.
- Find ways to generate additional revenue from non -general fund resources
- Strategically reinvest internal resources to high priority programs that align with UAF's Strategic Plan, core themes & the UA SDI
- Review academic plans, services & programs regularly
- Review & manage administrative & academic staff support
- Pursue new models for resource management including public-private partnerships (P3) to address housing, dining, & other student facility & service functions

# Discussion

- Share your ideas via the OMB website [www.uaf.edu/finserv/omb/budget-planning](http://www.uaf.edu/finserv/omb/budget-planning)
- Contact the AVC Financial Services, Raaj Kurapati with unit specific questions